GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:2820
ANSWERED ON:17.12.2004
BIDAR NO INDUSTRY DISTRICT
Suryawanshi Shri Narsing Hulla

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Bidar District in Karnataka State was declared as a `No Industry` District during 1982-1983;

(b) if so, the amount of subsidy released and loan sanctioned and released from financial institutions units wise;

(c) the number of industries functioning/sick; and

(d) the steps being taken for the revival of sick industries in `No Industry` zone?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE AND INDUSTRY (SHRI E.V.K.S. ELANGOVAN)

(a) : Yes, Sir.

(b to d) : The Scheme was introduced in the year 1982-83 and remained operational upto 1990-91.During this period, an amount of Rs. 859.37 lakh of Central Subsidy was released to 848 units in the District of Bidar. As on 31.3.2003 there are 3328 registered Small Scale Industries in this district . Out of these 1850units are working and 1478 units have either been closed/sick. Out of 34 medium and large units 13 units are working and 21 units are closed. There is no separate scheme for revival of sick industries in No Industry Districts.

However, sick industries identified as per RBI guidelines vide No. RPCD. No. PLNFS.BC.57/06.04.01/2001-02 dated 16.1.2002 and declared as Sick and Rehabilitated are being given the following incentives as per G.O.No.CI 167.SPI.2001, Bangalore dated 25-9-2002.

1. the Sick industries are eligible for Seed Marging Money loan to the extent of 25 percent of the project cost on rehabilitation, which is interest free (Subject to a maximum of Rs. 2.50 lakh).

2. Karnataka Power Transmission Corporation Limited and other Regional power supply companies will not collect fixed charges/deemed charged during closure period.

3. Arrears of energy bills to Karnataka Power Transmission Corporation Limited to be paid in 6 half yearly instalments at an interest rate of 6 percent p.a.

4. Karnataka Power Transmission Corporation Limited not to calculate interest for the closure period.

5. Re-phasement of Karnataka Industrial Area Development Board/Karnataka State Small Industry Development Corporation /Karnataka Electronics Development Corporation dues with a moratorium period of one year and to be paid in 4 equal annual instalments without interest.

6. Re-phasement of Development loan over a period of 3 years from the date of commencement of rehabilitation without interest.

7. Commercial Tax dues may be allowed to be paid in 6 half yearly instalments with a simple interest of 6 percent p.a.

8 Future Tax payable by Sick Industry to be Deferred for a period of 3 years without interest. This is to be paid in 3 annual instalment along with current taxes of the respective years after expiry of the deferment period.